App F IX 4

Previous References 1932-33 (Dec)

File No 187-32
Serial Nos 4

PRESERVED

Later References
mil 129-33 Sh 10 B, 21 32

GENERAL AND REVENUE SECRETARIAT.

Serial Nos One

Part B for Sept 33

SUBJECT

Policy to be adopted with regard to the question of enforcing payment by Local Bodies of the guaranteed amounts in respect of Electrification Schemes.

(C4) No L 1791-802 of 8-9-33

To The D Co of Dun
Chief Elect Engr
Dy. Asst to Chief Elect Engr
Secy to Govt Elect Dept
Comptroller & Co

3C
4.3.34

File No of 1932-33

Serial No 1

From

The Deputy Commissioner Kolar District
No A. D. C. 57/C/1860/32-33 dated 3 4
Brings to the notice of Govt herein
not possible in the case of Colaramble
municipality to meet the
claim for default guarantee preferred
the Electrical Department and request that
the claim for default may, in the circ
be waived and that the Scale of Establ
charges in future should not also exceed
thirty to forty percent of the gross recei

1 The previous refce in which
the D.C had asked for general or
about the waiving of the claims for defa
guaranteed by the municipalities in the Dist
was transferred to the Electrical Secti
on 5/4/33 with the order of the Dewan
the second Member of Council, that no
general orders could be passed and
proper for

2 About the amount due by the K
municipality, the communication received has been
sent to the Electrical Section immediately
on 29/3/33

3 This is a refce in respect
Chikballapur municipality and the subje
is similar to that of Kolar refd to above

Nos 3953 Electrical Section
dated 5/4/33
N.L 266-324

No 4861 dated 29/3/33 to Electrical Section
1932-33-3

—Contn Sheet

Deficit guarantee for Chickballapur Municipality

4203-A
General and Revenue Secretariat

M File No 279 of 1932-33

If approved, this will also be sent unofficially to the Electrical Secretary for remarks and confirmation

ELECTRICAL BRANCH
BANGALORE
Reg No 1151
Date 8-4-33

From CE, 5/4/33

To forwarded with compliments and request Memo No 186 33 dated 6/4/33
the Secretary to Govt, Electrical Dept, for favour of remarks

By Order
Asst to
for General Secretary to Govt

Ex) Dy 1
7/4/33 to 7/4/33

In G.O. No. 1339 1341 dated 16th March 1933 sanction has been accorded to allow time to the Municipal Council of Chickballapur upto end of June 1933 for payment of the deficit of Rs 2089 in the guaranteed amount due to the Electrical Department for the year 1931-32 in connection with the electrification of that town. It has also been requested to

use every effort to reduce as far as possible the establishments on rural electrification schemes. The file about the waiving of recovery of the deficit amount due to the Municipality has been returned to the General Department with opinion.

Dy 10/4/33

10/4/33

NO EDS 1547 one file 27/11/4/33 3

ELECTRICAL SECRETARIAT | File No | of 193

Serial No

7 The C E E who was requested to see if the establishment charges can be reduced has replied stating that there is no possibility of reducing the establishment as only the minimum absolutely required has been employed

8 Instead of reducing the establishment it will be better if the municipal Council could take steps to increase the income so that it may bear a reasonable proportion to the maintenance expenditure It is seen from the file that the Provincial expects 750 homes on the mains to take lights of all these homes take lights it should be possible for the Council to meet their deficit to a very great extent

9 Government have spent a lot of money on the electrification of Trichy, it is not seen how the deficit can be waived The municipal Council have guaranteed a return of 6 percent and I think the guarantee has to be enforced

(Secretary) 10/4/33

GENERAL SECRETARY 11 APR 1933 No. 2855

RD/17/4

RD 17/4

(7/4/33) upon 17/4

10 It is necessary that Govt should have a definite and uniform policy on this matter- Experience has shown that these guarantees are generally unenforceable + in one case at least (Chemnapatna) it was decided not to enforce the guarantee All municipalities

8660

11 11 33

WD 1658—GPB—2 000—31-3 33

[redacted] and Revenue Secretariat — File No [redacted] of 1932-33

Serial No

naturally expect uniform treatment. The ~~case~~ general question may if the Dewan approves, be considered in Council

Lee
18.4.33

Dewan

DEWAN'S OFFICE 18 APR 1933

Hm 18/4

11 M 18-4-33

Hm 19/4

12 Please put up the file relating to the Channapatna case referred to in the Members minute

HM 19/4

13 Municipal Collection 137-30-4 to 11 bearing on the subject as placed below

GRR Cb 20/4/33

14 The file may now be sent to the Secy Electrical Dept for perusal, & on its return it may be sent to the Chief Secy for further consideration in Council.

HM 20/4

Genl Secy 15 Js 17/4 21/4

16 Forwarded with compliments unofficially to the Secretary to Govt, Electrical Dept, for perusal & return

No EDS 1645 One file M 25/4/33

By order
Asubbarao
for General Secretary to Govt

SECRETARIAT 21 APR 1933 No

No 204-32

Dated 21 4 33

OFFICIAL NOTE Co the Sheet

No 1206

25/4/33

SECRETARIAT 25 APR 1933

17 Returned 25/4/33

WD 025 3—0 000—GPB—8-7 C

C 5

File No | of 193 | General and Revenue Secretariat

181 Refce - Para 10 & 11

Chief Secy) Am 26/4

CS.

9/ Cer.

RS
27/4/33.

CHIEF
20 APR. 1933

20) [Another similar reference from Junkar Municipal Council is linked to this for consideration]

GA
27/4

(For Disposal at a Meeting)

No C 251
of 1932-33

GENERAL AND REVENUE SECRETARIAT

Council Matter

SUBJECT

(clause xii of the schedule)

Policy to be adopted in regard to the question of enforcing payment by local bodies of the guaranteed amounts in respect of electrification schemes

CIRCULATED TO THE MEMBERS OF COUNCIL

By Order
R Rangachari
Chief Secretary to Government

27th April 1933

First Member of Council

Second Member of Council

Sub'd for perusal
RG
1/5/33

RG
2/5

2/5/33

430[2]

251 7

Subject

Policy to be adopted in regard to the question of enforcing payment by local bodies of the guaranteed amount in respect of electrification schemes

---

OPINION OF THE COUNCIL

The present Case must end (must end) with reference to the Q^rs whether the returns are sufficient to Cover the Cl Speech — Manchester charges — Cl Dyfnaint — Charges.

RB
27/5—

General Secretary
with Compliments

RB
29/5—

LTR
29/5
Ans 9/5

4505
4506

Serial No

22) The file may, if approved, be transmitted to the Electrical Secretariat for favour of necessary action Refer - para 21 supra

RAL SECRETARIAT
31 MAY 1933
No.

Rec'd 31/5

23) This may be done

Asst Secy 31/5

Secy Legislative Dept

24) [illegible]

25 Electrical Secretary MW Comptr)

Asst Secy 31/5

26 Andhra addressed ES for putting up a statement showing the reductions and charges on account of maintenance & depreciation

Asst Secy 1/6/33 D No 793 Asst Secy 1/6/33 D/16/6/33

The letter No E150 1867 D 2/6/33 to the CE & requesting him to furnish the above information

CE's letter No 68066 D/13/6/33 forwarding a Statement showing the reasonable reductions or charges on Operation & Maintenance & Depreciation in respect of such of the Municipalities & Village Panchayats as have already deposited Loans

Dy Secy 15/6/33 Chief Secretary) Secy 15/6/33

RJ 16/6/33

27) Refer - Instructions in Council in para 21 supra

28 - The Statement sent by the Secy Electrical Dept shows the position in regard to the several Loans.

29) The file may be sent to the Subordinate Branch for further necessary action

Asst Secy 17/1

and 4)

CB) Asst Secy 24/6

NOTE—Contn Sheet

C 251

File No | of 193 | General and Revenue Secretariat

[illegible] Spoken Note [illegible]
[illegible] RJ 22/6/33

To Spoken Note Sec, I & R S
Please return the file [illegible]
RJ 22/6/33.

D No 802 Dt 22/6/33

1) The opinion of the Council was that the present cases may be examined with reference to the question whether the returns are sufficient to cover (1) the operation & maintenance charges and (2) depreciation charges. The Statement furnished by the C E E gives the information needed. It will be seen that as regards the Chamrajpatna municipality, the Govt have been out of pocket in all the 6 years the losses even on working & depreciation charges being Rs 4670 24 22, 3460 & 2713 Rs & 8 during 28 & 29 and subsequent years. The electrification of Chapel Town shows losses for the first three years. Malavalli is similar during the first two years. There have been losses in the first and third years in respect of Kolar Town. Arakal reveals a loss of Rs 1657 in the second year after service was given. The returns from the other municipal Councils have covered the operation & the depreciation charges.

2) It does not at all appear desirable that the operation of any electrification scheme should work at a loss. The Councils should I think be asked to immediately make good such loss.

3) As regards the defect in the 5% guarantee the total amount due on this account is also very large. The recovery of this large amount is for orders.

DEWAN)

May be considered in Council again. I believe there was a proposal to reconsider the Capital Cost of the Chamrajpatna installation and the dep and interest in this Case Calculated on the original or any reduced Cap cost of the Scheme.

DEWAN 22 Nov

(The calculation has been made on the reduced capital cost as per Secy's note dt 27/6/33)

C2 3

C8

Circulate again 29/6/33

mvc 28/6/33

) **(For Disposal at a Meeting)** 3 No C 251 10

of 1932/33

GENERAL AND REVENUE SECRETARIAT

Council Matter

Subject

(clause xii of the schedule)

35 Policy to be adopted in regard to the question of enforcing payment by local bodies of the guaranteed amounts in respect of electrification schemes

Circulated to the Members of Council

By Order

R Rangabe

24th June 1933 *Chief Secretary to Government*

10546/24/6 **First Member of Council** ker 24/6/33

6713/26/6 **Second Member of Council** JPL 28/6

Extract from the Proceedings of the 907th *Meeting of the Council of His Highness the Maharaja held at Bangalore on the* 1st August 1933, *19*

2. Subject. - Clause xii of the schedule.

36 Policy to be adopted in regard to the question of enforcing payment by Local Bodies of the guaranteed amount in respect of Electrification Schemes.

OPINION OF THE COUNCIL.

1. All places having electric installations must be required to make good the current shortages in the revenue account of operation, maintenance and depreciation.

2. The accumulated deficit on this account may be paid in one or more instalments according to their resources.

3. Failing these two conditions, the supply of electric power should be stopped.

4. Places having the means of making good the guarantee should be required to do so.

5. Where the existing resources are insufficient to meet

EXTRACT

P T O

Chief Secretary to Government

WD 1471—GPB—2 000—1-8 21

45th 35T 12

Extract from the Proceedings of the 907th *Meeting of the Council of His Highness the Maharaja held at Bangalore on the* 1st August 1933 *19*

this demand, ways and means must be pointed out within a definite period.

37 **Deputy Commissioners should be called upon to study the case of each installation and submit proposals in conformity with the above direction.**

(Sd) M N KRISHNA RAO,
OFFG DEWAN

General Secretary with compliments

DEWANS OFFICE
10 AUG 1933

EXTRACT

Chief Secretary to Government

WB 1451—GPB—2,000—1-10-33

Submitted to His Highness

42) I submit herewith a Final Note by the Second Member of Council re enforcement of the payment by Local Bodies of the guaranteed amounts in respect of electrification schemes

for His Highness gracious approval

Bangalore
10 August 1933

M. G. Venkatachar
Dewan

Final Note by the Second Member of Council

Subject —

Enforcement of the payment by Local Bodies of the guaranteed amounts in respect of electrification schemes

43 In connection with the enforcement of the guarantee given by the Municipal Councils in the Kolar District for payment of the expected revenue in respect of electrification schemes, the Deputy Commissioner, Kolar, brought to the notice of Government that the Kolar and Chikballapur Municipal Councils were not able to fulfil their guarantee and recommended that the deficits to be made good by them may be waived, in view of their limited financial resources The Secretary to Government, Electrical Department, who was consulted in the matter, observed that Government having spent a lot of money on the electrification of towns, it was not possible to waive the recovery of the deficit amounts and that the guarantee has to be enforced

para 3 of the Note

45 When the file was submitted to the then Second Member (Mr K Matthan), he recorded the following minute -

1384 & do

45 "It is necessary that Government should have a definite and uniform policy in this matter Experience has shown that that these guarantees are generally unenforceable and in one case at least (Channapatna) it was decided not to enforce the guarantee All Municipalities naturally expect uniform treatment The general question may, if the Dewan approves, be considered in Council"

47 The question was first considered at the meeting of the Council held on the 27th May 1933, and again on the 1st August 1933

with reference to the question of the realizations being sufficient to cover operation, maintenance and depreciation charges at the places in which deficits have occurred and the Council recorded the following opinion -

1/1412 Office Notes

" (i) All places having electric installations must be required to make good the current shortages in the revenue account of operation, maintenance and depreciation

(ii) The accumulated deficit on this accourt may be paid in one or more instalments according to their resources

(iii) Failing these two conditions, the supply of electric power should be stopped

(iv) Places having the means of making good the guarantee should be required to do so

(v) Where the existing resources are insufficient to meet this demand, ways and means must be pointed out within a definite period "

"The Deputy Commissioners should be called upon to study the case of each installation and submit proposals in conformity with the above direction "

47 The gracious sanction of His Highness is solicited to the resolution of the Council

MEMBER OF COUNCIL

Bangalore,
8th August 1933

Record of Cases submitted for the Orders of His Highness the Maharaja

77

Subject

Enforcement of the payment of the guaranteed amounts by Local Bodies in respect of electrification schemes

Order

48 ~~KRW~~
14/8/33

45086

251

General and Revenue
Secretariat

Enforcement of the payment of the guaranteed amounts by Local Bodies in respect of electrification Schemes

( )

31 All g t fd t l fil
rn d w h H H gh d y
th l f trt d
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33 Th S d
h ld l t d l
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h t l fl d l l
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l th M l

34 I ll h h fles w ll
f t b l d th M l f
C l t II dq d th t
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f d

Circulated to Members of Council for perusal of His Highness orders before/after issue of orders (*Vide Rules* 31 33 d 34 f the S b d y R l f the co du t of b ne s of C nc l n the M l of Cou l R l s and Pro ed re)

R Rangaiah
Chief Secretary to Government

Th gh tl S t y t C m t
General } D l rtn ent s
& Sec }

15-8

FIRST MEMBER OF COUNCIL
16/8/85

SECOND MEMBER OF COUNCIL
16/8

General Secy with Comps

1299
17/8

862
17/8

18 Aug

XXX
Type She may have
[illegible] to prepare early
6 copies of this & so flagged
or, which is urgently required
by the [illegible] for reference in each
files
Typ-Sec
AL
1/19

General and Revenue Secretariat | File No | of 193

Serial No

50) The files may be transferred to the Electrical Secretariat for favour of further action

22/8

Sec'y) 51) To Elec 22/8

Forwarded with compliments to the Secretary to Govt Electrical Deptt, for favor of further action

By order
Ashwathrao
For General Secretary to Govt

EDS
Issue
23/8/33

87-32 4 To the Dy Accts Genl
1291-S.S.2 dy 8-9-33
passed in regard to the enforcement
of the Guaranteed amount due to the Elec Dept by
rules

52) The file may, if agd, be returned to the Electrical Secty

22/8 AW

Maybe recorded here, the taken of the Electrical Secty being returned

AW 16/9

The Secty (with enqs) for favour of taking back their papers & returning this file

16/9 AW

Cont Sheet

WD 70—GBPM—60 000—13 8 3

No 285 21 dated 3 10 33

File No 1506 of 193

General and Rev Secretariat

Returned with Compliments, after retaining the Electrical Secth file of papers on the subject

Babu Bhima Rao
Asst Secretary to Govt
for Electrical Dept
3/10/33

To

The Asst Secy to Govt
General Dept

GEN 3-Oct 33 RIL

Asst 3/10

B

4586

ELECTRICAL SECRETARIAT

30 JUN 1933

Proceedings of the Government of
His Highness the Maharaja of Mysore

ELECTRICAL DEPARTMENT

Read -

Correspondence ending with letter No E T 482/32-33 dated the 17th May 1933 from the Deputy Commissioner, Tumkur ---- District, in re deficit in the guarantee amount due to the Electrical Department by the Tumkur Municipality in connection with the Electrification of Tumkur Town

2 Similar correspondence from the --- Deputy Commissioners of Bangalore, Mysore and Kolar Districts re the deficits that have occurred in the case of guaranteed amounts due to the Electrical Department from the Local Bodies pertaining to the respective Districts

3 Correspondence ending with letter No 8806o dated the 13th June 1933 from the Chief Electrical Engineer furnishing a statement showing the revenues realised, charges on Operation and Maintenance and Depreciation and the deficits in the ---- guaranteed amounts due to end of 1931-32 to the Electrical Department by such of the Municipalities and the Village ---- Panchayets as have allowed deficits to occur in connection with the Rural ---- Electrification Schemes

---

)-140 188

Forwarded, with compliments, the General Secretary to Government for favour of remarks if any there is no objection, the order may be issued from the General ---- Secretariat

Secretary to Government,
Electrical Department

Bangalore,
4th August 1933

For perusal before issue

Members

Seen and returned with compliments for issue in the General Secretariat

Order No L 1791-802 (2) Dated 8th September ~~August~~ 1933

Representations have been received from many of the Local Bodies who have executed agreements guaranteeing 5% net return on the Capital outlay, incurred on the electrification schemes pleading that the deficits to be made good by them may be waived in view of their limited -- financial resources Government consider that some definite arrangement is necessary and after very careful consideration they are pleased to direct -

(1) that all places having electric installations must be required to make good the current shortages in the revenue account of operation maintenance and depreciation,

(2) that the accumulated deficit on this account referred to in (1) above may be paid in one or more instalments according to the --- resources of the Local Body concerned,

(3) that failing these two conditions mentioned in (1) and (2) above, the supply of Electric Power should be stopped,

(4) that places having the means of making good the guarantee should be required to do so,

and

(5) when the existing resources are insufficient to meet this demand, ways and means must be pointed out within a definite period

The Deputy Commissioners are requested to study the case of each installation and submit proposals in confirmity with the directions --- mentioned above :

Sd H V Ramaswamy
Secretary to Government,
~~Electrical~~ General Department

To- The Deputy Commissioners of Districts
The Chief Electrical Engineer to ~~the~~ Govt
The Financial Assistant to the Chief Electrical Engineer
The Secretary to Government, ~~General~~ Electrical Department
The Comptroller of Mysore

Copies by